

**AMENDMENTS TO CLAIMS**

1. (Currently Amended) A method of delivering advertising and/or commercials to a user, viewer, or consumer via composite images displayed to the user, viewer, or consumer through a media display device, comprising the steps of:

displaying a program; and

inserting, while said program or other images are being displayed, an advertisement into a selected portion of the displayed program or other images, said advertisement being displayed in a manner appropriate to the content of the displayed program so that the advertisement appears to be a part of the content of the program or other images being displayed,

wherein said program is an interactive program, said program having several possible paths, said paths being determined by responses by the user, viewer, or consumer to the program content, and wherein said advertisement is updated based on said responses to said program content, said responses to said program content being submitted by the user, viewer, or consumer, via an interface device.

2. (Previously Presented) A method as claimed in claim 1, wherein said step of inserting said advertisement comprises the step of merging a simulated image into the program.

3. (Previously Presented) A method as claimed in claim 2, wherein said simulated image is merged using so-called “blue screen” technology.

4. (Original) A method as claimed in claim 3, wherein application of the blue screen technology involves adding blue coloring to portions of a real-life environment.

5. (Previously Presented) A method as claimed in claim 4, wherein said real-life environment is a sports venue, and said coloring portions of the real-life environment are areas on which advertisements would normally be displayed, including areas selected from the group consisting

of billboards, portions of a playing field, and surfaces of an airship, as well as portions of the sports venue on which advertisements may be displayed without detracting from viewing of a sporting event taking place at the venue.

6. (Previously Presented) A method as claimed in claim 4, wherein said real-life environment is a setting of a musical event, and said advertisements are displayed on a background of a stage.

7. (Previously Presented) A method as claimed in claim 1, wherein said advertisement is updated in real time.

8. (Previously Presented) A method as claimed in claim 1, wherein said advertisement is updated by the content provider or advertisement sponsor.

9. (Canceled)

10. (Canceled)

11. (Currently Amended) A method as claimed in claim 1, wherein the user is given the option of performing on-line or off-line transactions in response to the advertisements.

12. (Previously Presented) A method as claimed in claim 1, further comprising a login process including the steps of:

- a. determining an identity and location of the user;
- b. organizing the identity and location information into a suitable information packet; and
- c. storing the packet in the user's computing device or in computing devices located in the premises of the provider.

13. (Previously Presented) A method as claimed in claim 11, wherein said interface device is a computing device, and further comprising the steps of permitting the user to select whether to accept updating of the computing device.

14. (Currently Amended) A system of delivering advertising and/or commercials to a user, viewer, or consumer via composite images displayed to the user, viewer, or consumer through a media display device, comprising:

means for displaying a program; and

means for inserting, while said program-are being displayed, an advertisement into a selected portion of the displayed program, said advertisement being displayed in a manner appropriate to the content of the displayed program so that the advertisement appears to be a part of the content of the program or other images being displayed, wherein said program is an interactive program, said program having several possible paths, said paths being determined by responses by the user, viewer, or consumer to the program content, and wherein said advertisement is updated based on said responses to said program content, said responses to said program content being submitted by the user, viewer, or consumer, via an interface device.

15. (Previously Presented) A system as claimed in claim 14, wherein said means for inserting said advertisement comprises means for merging a simulated image into a broadcast program.